

State of Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining JOHN R. BAZA Division Director

September 9, 2013

Kyle Kimmerle Kimmerle Mining LLC 2056 Plateau Drive Moab, Utah 84532

Subject: Reclamation Surety Required Kimmerle Mining LLC, Green River #9, S/015/0102, Emery County, Utah

Dear Mr. Kimmerle:

On July 12, 2013, the Division of Oil, Gas and Mining sent to you a letter asking that you submit a Notice of Intention to Commence Small Mining Operations (Notice). The Division received this Notice July 15, 2013, and approves the Notice conditional on receipt of the reclamation surety.

The surety amount for the small mine, as stated in the Division's July 12, 2013, letter, is \$11,400.00 for a three-year escalation or \$11,700 for a five year escalation. The surety currently being held for the Green River #9 exploration project is \$6400.00, so the increase is \$5000.00 or \$5300.00.

Alternatively, you may either post additional surety for the existing exploration project (total of \$9600.00), or you may reclaim the site.

The Division requires that you post the additional surety, either for the mine or for the exploration project, or that you complete the grading and seeding portions of reclamation no later than October 15, 2013. Failure to post additional surety or reclaim the site by October 15, 2013, could result in the Division taking enforcement action that could include forfeiture of the bond.

If you need more time to post the additional surety or to reclaim, please make this request and include justification.

The reclamation surety can be submitted in one of several forms, including, an irrevocable letter of credit, a certificate of deposit, cash or a surety bond. Please contact Penny Berry at 801-538-5291 or by e mail at pennyberry@utah.gov for assistance in completing this requirement.

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Please contact Wayne Western at 801-538-5263 or me at 801-538-5261 if you have any questions regarding this letter. In reply please refer to file number S/015/0102.

Sincerely,

Paul B. Baker

Minerals Program Manager

PBB: whw: eb

cc: amohsen@blm.gov

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